



Douglas W. Schoenberger
Government Affairs Director
International

Suite 1000
1120 20th Street, NW
Washington DC 20036
202-457-2118
FAX 202-263-2658

December 24, 2003

Ms. Marlene H. Dortch
Secretary
Federal Communications Commission
445 12th Street, SW, Room TWB-204
Washington, DC 20554

Dear Ms. Dortch:

RE: International Settlements Policy Reform (IB Docket No. 02-324)
International Settlement Rates (IB Docket No. 96-261)

Dear Ms. Dortch,

On Tuesday, December 23, 2003, I met with Anthony Dale of the International Bureau's Strategic Analysis and Negotiations Division. At this meeting, I briefly reviewed AT&T's positions on issues addressed in the FCC's pending Notice of Proposed Rulemaking. Specifically, we discussed the background of the 1997 settlement rate benchmarks, and other aspects of the FCC's International Settlements Policy. I also reviewed AT&T's Revised Tariff Component Pricing methodology, which produces updated cost ceilings for both fixed and mobile international termination rates that are much lower than the existing benchmark levels. We also discussed the large and growing problem of high mobile termination rates, and why FCC action is required to address this issue.

One electronic copy of this Notice is being submitted to the Secretary of the FCC in accordance with Section 1.1206 of the Commission's rules.

Sincerely,

D. W. S.

copy to: A. Dale